
BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

TRUSTEES REPORT AND FINANCIAL STATEMENTS

For the year ended 31 December 2005

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

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BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

LEGAL AND ADMINISTRATIVE INFORMATION For the year ended 31 December 2005

Trustees

Pastor C R Perry, Chairperson
Pastor E C Lowe, Executive secretary
Mr V Pilmoor, Treasurer
Mrs A Balderstone
Mr M Bayliss
Mr O Baxter
Pastor G M Bell (resigned 31/10/2005)
Pastor D G Boldeau
Pastor D Cox (resigned 31/12/2005)
Mr K A Davidson
Pastor L R Edwards
Pastor E R Francis
Mrs C Golding
Mr P Hammond
Mr M Hayles (appointed 01/11/2005)
Mr A King
Dr D N Marshall
Pastor D Masih
Pastor D W McFarlane (resigned 31/08/2005)
Pastor C G Murphy (resigned 31/08/2005)
Pastor D Neal (appointed 01/09/2005)
Mrs T Njoku
Mr A Officer
Dr D Penner
Pastor B P Phillips
Mr S Rivers
Pastor E Sackey
Mrs I Sharpe
Pastor I Sleeman
Pastor I Sweeney
Mr N Todd
Pastor H Walters (appointed 01/09/2005)
Mrs E Wilson
Mr E Windrass

Charity Registered Number

1044071

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

LEGAL AND ADMINISTRATIVE INFORMATION For the year ended 31 December 2005

Advisers (continued)

Principal Office

Stanborough Park, Garston, Watford, Herts, WD25 9JZ

Auditors

Colledge Redfern, 2 Nascot Street, Watford, Herts, WD17 4RB

Bankers

HSBC Bank plc, 73 High Street, Watford, Herts, WD1 2DS

Solicitors

Penman Johnson, 5 George Street, Watford, Herts, WD18 0SQ

Pension Scheme Advisors: Solicitors

Sacker & Partners, 29 Ludgate Hill, London, EC4M 7JQ

Pension Scheme Advisors: Actuarial & Administratives

Mercer Human Resource Consulting Ltd, 5 Bedford Park, Croydon, Surrey, CR9 2ZT

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

TRUSTEES' REPORT For the year ended 31 December 2005

The Trustees submit their annual report and the financial statements of British Union Conference of Seventh-day Adventists (the charity) for the year ended 31 December 2005. The Trustees confirm that the annual report and financial statements of the charity comply with current statutory requirements, the requirements of the charity's governing document and the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in October 2000.

The trustees also confirm that, where these do not conflict with statutory requirements, the financial statements are prepared in harmony with the accounting principles and practice of the General Conference of Seventh-day Adventists, as provided for in the Charity's constitution.

The attached financial statements are those of the charity alone. The consolidated financial statements of the charity and its subsidiary enterprises are published as a separate document.

Method of appointment or election of Trustees

The executive committee members - its trustees for the purpose of the Charities Act 1993 - are elected/re-elected every five years at the occasion of the Charity's general assembly (Session), by delegates chosen from the various Seventh-day Adventist organisations and church congregations in the Charity's territory. The administrative officers (president, executive secretary, and treasurer) are also elected at the Session and are ex-officio members of the executive committee. They are charged with working with, and accounting to the executive committee for the day-to-day operation of the Charity. Between Sessions the trustees, through the vehicle of the executive committee, generally determine all matters of substance relating to the life and work of the Charity..

Trustees serving during the year are shown on the Legal and Administrative page.

The Charity's constitution provides for employed trustees, requiring that their remuneration rates and expense budgets be determined annually by a 'Remuneration Audit Committee' made up of non-trustees, and acting independently of the trustees. The executive committee may reduce (but not increase) the remuneration and expense levels so determined. No trustee received emoluments in excess of £30,000.00 for the year.

Constitution policies and objectives

The British Union Conference of Seventh-day Adventists ("the Charity") is registered in England as a charity (No. 1044071) with its offices situated at Stanborough Park, Watford, Hertfordshire, WD25 9JZ. The Charity is an unincorporated association, whose governing instrument is its Constitution, and which is administered by a Board of Trustees ("the executive committee").

The principal object of the charity is to provide support to local congregations and local conferences of congregations of Seventh-day Adventists within the British Isles.

There have been no changes in the objectives since the last annual report.

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

TRUSTEES' REPORT (continued) For the year ended 31 December 2005

Organisational structure and decision making

The Charity is the principal administrative body of the Seventh-day Adventist Church ("the church") for the United Kingdom and Republic of Ireland. It generally works in harmony with the policies of the church's international office, the General Conference of Seventh-day Adventists, Trans-European Division, situated at St Albans, Herts

Within its territory, the Charity carries out its objects both directly and through related organisations. Principally, the latter consist of three 'Missions' in Ireland, Scotland and Wales respectively (all branches of, and financially dependant upon the Charity), and two 'Conferences' in North and South England respectively (both registered charities in their own right and financially self-supporting).

Within these latter organisations the objects are pursued mainly through a network of local churches which are heavily dependent upon a large pool of voluntary lay support.

Additionally, specialised aspects of the Charity's purposes are performed on its behalf by a number of institutions.

Related party relationships

The following organisations have been charged with certain aspects of the charity's operations:

- § Adventist Development and Relief Agency (U.K.) (Humanitarian Relief and Development Aid)
- § Good Health Association (Scotland) Limited (Residential Care, Health Education and Treatment, & Retirement Housing)
- § Seventh-day Adventist Association Limited (Titular Owner of the Charity's Land and Buildings)
- § Seventh-day Adventist Trust Company (Executor for Charity Members)
- § The Stanborough Press Limited (Publishers)
- § Stanborough School (Primary, Secondary and Boarding School)

Review of activities and future developments

The church experienced a net growth in church membership in all its regional sections during 2005. Total net growth for the year was 1,286 taking the total membership figure at 31 December 2005 to 25,520. This represented a 5.31% growth rate for the year and consolidated a trend experienced over the previous three years with growth rates of 4.78%, 5.79%, and 3.44 respectively. The church continued to benefit from significant numbers of Seventh-day Adventists coming to live in the UK and the Republic of Ireland from overseas. The net transfer growth during the year stood at 480. Over the five year period 2001-2005 the net transfer growth has been 1,938. This has presented the church with the challenging opportunity of helping local churches extend a warm and meaningful fellowship to these members coming from many diverse cultural backgrounds.

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

TRUSTEES' REPORT (continued) For the year ended 31 December 2005

Review of activities and future developments (continued)

In harmony with its strategic plan the British Union Conference's Ministerial Association continued to promote, develop and implement the LIFEdevelopment.info initiative and resource materials. This strategy is designed to help the church to communicate the Christian gospel effectively in the largely post-modern society where a large majority of the population do not attend church.

The ten programmes in the 'Mind the Gap' series which explored basic Christian themes in a discussion forum format was transmitted via the Hotbird satellite in February 2005. A study guide was produced to accompany the 'Mind the Gap' presentations. Five further issues of the LIFE.info magazine, launched in autumn 2002, rolled out in 2005 as support material for use along side the satellite programmes.

Members and their friends continued to benefit from the church's two 24/7 satellite broadcast TV programmes available via the Hotbird satellite. These provided worship, training and outreach resources to Adventist churches and members in the British Isles. The Communication department that is responsible for running the BUC Media Centre produced several short programmes and submitted other footage for use on one of the channels.

Working directly with pastors and congregations in Ireland, Scotland and Wales, and in a co-operative role with the South and North England Conferences the Personal Ministries department supported the strategic plan by focusing on five primary areas of activity developing resources and organising meetings for:

1. Training in home-based small group formation for the purpose of community-building, personal growth, spiritual formation and service to the wider community.
2. Facilitating the recognition and development of personal skills and gifts through discipleship workshops for the purpose of increasing the level of involvement of members in the life of the local church.
3. Promotion and training in the concepts of contemporary church-planting for the purpose of making the services of the church available to a wider cross-section of cultural groups within the UK.
4. Revitalising existing congregations for the purpose of raising awareness of community needs and the potential of such congregations to serve one or more of those needs.
5. Assisting ADRA-UK (Adventist Development and Relief Agency) director in promoting and organising events for the annual public fund-raising appeal.

With the appointment of a new principal for the Adventist Discovery Centre (ADC) a major project 'Connect One Million' was launched in the autumn when the church membership were challenged to distribute one million cards advertising the courses offered by the ADC. The drive proved successful resulting in 4 to 5 course applications per thousand cards.

During the year the Education Department provided strategic development, support and monitoring to the heads and governing bodies of the primary and secondary schools operated by the charity and its related organisations in the UK and Republic of Ireland. This included assistance in the preparation for Ofsted Inspections, secondary curriculum development and INSET training.

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

TRUSTEES' REPORT (continued) For the year ended 31 December 2005

Review of activities and future developments (continued)

A variety of health programmes for Church members and the general public in a range of settings across the United Kingdom were facilitated by the Health Ministries Director.

The Woman's and Children Ministries departments continued to experience significant growth in demand for their services and resources. Special emphasis in 2005 was given by the Women's Ministries department to supplying regional areas with three different sets of materials to assist individual families and churches connect with those no longer attending church. The Family Ministries department provided a co-ordinating role to subsidiary units.

In response to the current public and government discussion on the use, misuse and classification of certain drugs the Youth Department in partnership with Hope UK advertised and arranged a series of four drug educators training weekends. The year concluded with a special weekend conference for those working with teenagers.

In order to give greater impetus to the distribution of Christian literature by church members and to equip those who are interested in selling such material either on a part-time or full-time basis a Publishing Director was appointed during the latter half of the year.

Core functions carried by the Communication department included:

1. Providing news. This is done through a weekly email newsletter, the bi-weekly 'Messenger' magazine, and occasional news releases.
2. Creating and maintaining official websites. The British Union Conference now runs several websites which provide information about the Seventh-day Adventist Church in the United Kingdom and Ireland. Functions of these sites include: news and information, historical archives, and databases of events, churches, and preaching plan information.
3. Running workshops and training.
4. Maintaining the office information infrastructure.
5. Marketing and Public Relations. Thousands of leaflets, booklets, or information packs, and hundreds of promotional items such as pens and key rings were distributed. Display materials are provided on a loan basis to churches running shows or exhibitions.

The Ministerial Department hosted a Ministerial Retreat for all pastoral employees in the United Kingdom and the Republic of Ireland at the beginning of the year. Presentations included a varied series of workshops and plenary sessions related to the implementation of the above strategic plan.

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

TRUSTEES' REPORT (continued) For the year ended 31 December 2005

Finance report

The British Union Conference continued to be supported by its constituent charities, the South and North England Conferences, the churches in Ireland, Scotland and Wales. We are also in a mutual supportive relationship with the General Conference of Seventh-day Adventists through the Trans-European Division.

Tithe - the major source of our income grew by 10% (5.9%) overall during 2005 (2004). Direct tithe to the Irish Scottish and Welsh missions benefited from some windfall contributions.

The total tithe was in the region of £13.9 million. This reflects increased stewardship by our members, and the increase in membership attendance. The church continues to benefit from new members arriving from various parts of Africa and Europe.

Gift Aid continues to be a valued and successful resource for our Conference, Mission and local Church operations.

Further progress was made in dealing with the challenges of our pension fund. These accounts include for the first time figures for the total pension liability to conform with accounting standards and pension protection fund requirements. We are pleased that we are able to demonstrate our ability to meet these commitments in the long term. To provide required guarantees we have valued our institutional assets and placed a charge on them in favour of the pension fund trustees. The British Union Conference seeks to exercise the highest ethical values in terms of its commitments.

The operation of our church is people intensive. Most of our employees are Ministers of Religion who further the work of the church through proclamation, education, nurture and community building activities. They also operate as co-ordinators for the voluntary activities of our members within the church and the community at large. The British Union in particular serves as a leadership, people resource and support platform. Management and Administration is thus in the nature of what we do, although the costs of technical administration is kept to a minimum.

Reserves policy

The trustees evaluated the charity's risk exposure. Whereas we have £2.9 million in current fund assets, these are offset by £3.8 million as a pension liability giving a deficit in General funds of £821,000. Fortunately we are able to use funds designated by virtue of being invested in property as the ultimate guarantor.

We consider that a combined general reserve of £2million is appropriate. We have particular commercial challenges with our operations in the Healthful Life programme in Scotland and anticipate cash flow challenges at our School in Watford due to tardy collection of school fees.

Risk management

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the charity, and are satisfied that systems are in place to mitigate our exposure to the major risks.

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

TRUSTEES' REPORT (continued) For the year ended 31 December 2005

Operations of subsidiary organisations

Stanborough School represents a major property investment on our home estate. The secondary school building is 10 years old and is suffering from its first natural replacement of fittings cycle which is likely to require significant resources. The sanitation facilities are being renewed. The primary school was built with a life expectancy of 30 years, and is subject to significant maintenance. We are also challenged by the collection of School Fees.

The Stanborough Press has instituted operational efficiencies and is competing strongly in the African market where the church is expanding significantly. They continue to produce new books that are being well received. The major risks are the vagaries of currency exchanges and the low margins that can be expected in the markets we serve. This institution has filed a surplus in its operational accounts.

The Good Health Association has sold its Nursing Home in Suffolk. The Health Improvement programme has expanded but has not yet reached break even.

Our House to House collection in the name of ADRA-UK was particularly successful. Funds were transferred to the projects named within 3 months and reports are now available on the success of these development programmes.

Trustees' responsibilities

The Trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice applicable to charities.

Law applicable to charities in England/Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period. In preparing those financial statements the Trustees have:

- selected suitable accounting policies and applied them consistently;
- made judgements and estimates that are reasonable and prudent;
- stated whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepared the financial statements on a going concern basis (unless it is inappropriate to presume that the Trust will continue in operation).

The Trustees have overall responsibility for ensuring that the charity has an appropriate system of controls, financial and otherwise. They are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 1993. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the detection and prevention of fraud and other irregularities.

This report was approved by the Trustees on 22 June 2006 and signed on its behalf, by:

Eric C Lowe, Executive Secretary

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

We have audited the financial statements of British Union Conference of Seventh-day Adventists for the year ended 31 December 2005 which comprise the the Statement of Financial Activities, Balance Sheet and Cash Flow Statement, with the related notes. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Statement of Recommended Practice: 'Accounting by Charities'.

RESPECTIVE RESPONSIBILITIES OF THE TRUSTEES AND AUDITORS

As described in the Statement of Trustees' Responsibilities the Trustees are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with section 44 of the Charities Act 1993. We also report to you if, in our opinion, the Trustees' Report is not consistent with the financial statements, if the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding Trustees' remuneration and transactions with the charity is not disclosed. We read the Trustees' report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the Trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion the financial statements:

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to charities, of the state of the charity's affairs as at 31 December 2005 and of its incoming resources and application of resources in the year then ended; and
- have been properly prepared in accordance with the Charities Act 1993..

Colledge Redfern

Chartered Certified Accountants
Registered Auditors

2 Nascot Street
Watford
Herts, WD17 4RB

Date: 3 July 2006

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

STATEMENT OF FINANCIAL ACTIVITIES For the year ended 31 December 2005

	Note	Restricted Funds 2005	Unrestricted Funds 2005	Total Funds 31 December 2005	<i>Total Funds as restated 31 December 2004</i>
INCOMING RESOURCES					
Significant donations and grants	2	69,963	3,267,024	3,336,987	3,136,709
Other Donations, legacies and similar incoming resources	2	7,972	500,967	508,939	600,324
Activities in furtherance of the charity's objects	3	-	237,823	237,823	89,257
Investment income	4	-	281,288	281,288	255,238
TOTAL INCOMING RESOURCES		77,935	4,287,102	4,365,037	4,081,528
RESOURCES EXPENDED					
<i>COSTS OF GENERATING FUNDS:</i>					
Other costs of generating funds	5	-	33,811	33,811	-
<i>CHARITABLE EXPENDITURE:</i>					
Grants payable - individual	6	-	79,117	79,117	67,015
Grants payable - institutional	7	69,963	894,722	964,685	825,732
Costs of activities in furtherance of the charity's objects	8	330	1,778,392	1,778,722	2,176,281
Support costs for grants and activities	9	-	331,991	331,991	279,709
Resources expended on managing and administering the charity	10	-	816,482	816,482	721,643
TOTAL RESOURCES EXPENDED		70,293	3,934,515	4,004,808	4,070,380
NET INCOMING RESOURCES BEFORE TRANSFERS, CARRIED FORWARD		7,642	352,587	360,229	11,148

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

STATEMENT OF FINANCIAL ACTIVITIES For the year ended 31 December 2005

	Note	Restricted Funds 2005	Unrestricted Funds 2005	Total Funds 31 December 2005	<i>Total Funds as restated 31 December 2004</i>
NET INCOMING RESOURCES, BROUGHT FORWARD		7,642	352,587	360,229	11,148
Transfers between Funds	19	(100,432)	100,432	-	-
NET INCOMING RESOURCES BEFORE REVALUATIONS		(92,790)	453,019	360,229	11,148
Pension fund actuarial gains and losses	24	-	(266,126)	(266,126)	(1,034,404)
NET MOVEMENT IN FUNDS FOR THE YEAR		(92,790)	186,893	94,103	(1,023,256)
TOTAL FUNDS AT 1 JANUARY 2005 as previously reported		957,077	6,112,235	7,069,312	6,907,605
Prior year adjustments	26	(176,960)	(3,503,542)	(3,680,502)	(2,495,539)
TOTAL FUNDS AT 31 DECEMBER 2005		687,327	2,795,586	3,482,913	3,388,810

All activities relate to continuing operations.

The notes on pages 14 to 30 form part of these financial statements.

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

BALANCE SHEET As at 31 December 2005

	Note	2005	<i>As restated 2004</i>
FIXED ASSETS			
Tangible fixed assets	13	2,393,622	2,283,431
Investments	14	1,066	1,066
Investment properties	15	140,000	140,000
		<u>2,534,688</u>	<u>2,424,497</u>
CURRENT ASSETS			
Stocks	16	83,199	25,063
Debtors	17	1,062,796	884,824
Cash at bank and in hand		4,577,147	4,557,388
		<u>5,723,142</u>	<u>5,467,275</u>
CREDITORS: amounts falling due within one year	18	<u>(1,021,856)</u>	<u>(999,420)</u>
NET CURRENT ASSETS		<u>4,701,286</u>	<u>4,467,855</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>7,235,974</u>	<u>6,892,352</u>
PROVISIONS FOR LIABILITIES AND CHARGES			
Pension fund deficit		(3,753,061)	(3,503,542)
NET ASSETS	20	<u>£ 3,482,913</u>	<u>£ 3,388,810</u>
CHARITY FUNDS			
Restricted Funds	19	687,327	780,117
Unrestricted - Designated Funds	19	3,617,245	3,869,284
Unrestricted - General Funds	19	2,931,402	2,242,951
Pension fund deficit	19	(3,753,061)	(3,503,542)
TOTAL FUNDS		<u>£ 3,482,913</u>	<u>£ 3,388,810</u>

The financial statements were approved by the trustees on 22 June 2006 and signed on their behalf, by:

V Pilmoor

The notes on pages 14 to 30 form part of these financial statements.

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

CASH FLOW STATEMENT For the year ended 31 December 2005

	Note	31 December 2005	<i>as restated</i> 31 December 2004
Net cash flow from operating activities	21	(33,840)	366,000
Returns on investments and servicing of finance	22	177,677	154,693
Capital expenditure and financial investment	22	(124,755)	(134,573)
		19,082	386,120
CASH INFLOW BEFORE MANAGEMENT OF LIQUID RESOURCES			
Management of liquid resources	22	217,775	(382,763)
		£ 236,857	£ 3,357
INCREASE IN CASH IN THE YEAR		£ 236,857	£ 3,357

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT For the year ended 31 December 2005

	31 December 2005	<i>as restated</i> 31 December 2004
Increase in cash for the year	236,857	3,357
Cash (inflow)/outflow from (increase)/decrease in liquid resources	(217,775)	382,763
		19,082
MOVEMENT IN NET FUNDS/DEBT IN THE PERIOD		
Net funds at 1 January 2005	4,557,388	4,171,268
		£ 4,576,470
NET FUNDS AT 31 DECEMBER 2005	£ 4,576,470	£ 4,557,388

The notes on pages 14 to 30 form part of these financial statements.

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" published in October 2000 and applicable accounting standards.

1.2 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

1.3 Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

1. ACCOUNTING POLICIES (continued)

1.4 Resources expended

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Fund-raising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Management and administration costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

1.5 Investments

Investments are stated at market value at the balance sheet date. The SOFA includes the net gains and losses arising on revaluations and disposals throughout the year.

Share in subsidiaries are valued at cost less provision for permanent impairment.

1.6 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	1-4%	straight line
Fixtures & Fittings	-	5-20%	straight line

1.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.8 Pensions

The charity operates a defined benefits pension scheme and the pension charge is based on a full actuarial valuation dated 5 April 2004.

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

2. DONATIONS, LEGACIES AND SIMILAR INCOMING RESOURCES

	Restricted Funds 2005	Unrestricted Funds 2005	Total Funds 31 December 2005	<i>Total Funds as restated 31 December 2004</i>
Tithe donations from members of local congregations affiliated with the Charity's branches	-	1,035,336	1,035,336	844,482
Tithe-sharing grants from affiliated charities	-	2,065,853	2,065,853	1,878,187
Grants from General Conference of Seventh-day Adventists	-	165,835	165,835	334,488
Donations for world-wide evangelism from members of local congregations affiliated with the Charity's branches	69,963	-	69,963	79,552
Subtotal detailed disclosure	69,963	3,267,024	3,336,987	3,136,709
Other donations	7,389	62,747	70,136	172,846
Legacies	583	47,907	48,490	12,447
Other grants	-	282,386	282,386	320,805
Government grants	-	107,927	107,927	94,226
Subtotal	7,972	500,967	508,939	600,324
Donations, legacies and similar incoming resources	77,935	3,767,991	3,845,926	3,737,033

3. INCOMING RESOURCES FROM ACTIVITIES IN FURTHERANCE OF THE CHARITY'S OBJECTS

	Restricted Funds 2005	Unrestricted Funds 2005	Total Funds 31 December 2005	<i>Total Funds as restated 31 December 2004</i>
Conventions income	-	213,773	213,773	62,521
Other income	-	24,050	24,050	26,736
Total	-	237,823	237,823	89,257

4. INVESTMENT INCOME

	Restricted Funds 2005	Unrestricted Funds 2005	Total Funds 31 December 2005	<i>Total Funds as restated 31 December 2004</i>
Property rents in the United Kingdom	-	103,611	103,611	100,544
Bank interest in the United Kingdom	-	177,677	177,677	154,694
Total	-	281,288	281,288	255,238

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

5. OTHER COSTS OF GENERATING FUNDS

	Restricted Funds 2005	Unrestricted Funds 2005	Total Funds 31 December 2005	<i>Total Funds as restated 31 December 2004</i>
Advertising materials	-	33,811	33,811	-

6. GRANTS PAYABLE - INDIVIDUAL

	Number	Total 31 December 2005	Number	<i>Total as restated 31 December 2004</i>
Individual grants payable - education		79,117	62	67,015

7. GRANTS PAYABLE - INSTITUTIONAL

	Restricted Funds 2005	Unrestricted Funds 2005	Total Funds 31 December 2005	<i>Total Funds as restated 31 December 2004</i>
Local congregations affiliated to the Charity's branches	-	46,205	46,205	79,552
Subsidiary entities for operating expenses	-	366,000	366,000	366,000
Regional conferences for operating expenses	-	160,000	160,000	159,000
General Conference of Seventh-day Adventists	69,963	194,956	264,919	169,745
General Conference of Seventh-day Adventists	-	-	-	-
Grants to related educational institutions	-	127,561	127,561	8,197
Other grants	-	-	-	43,238
Total	69,963	894,722	964,685	825,732

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

8. CHARITABLE EXPENDITURE BY FUNCTIONS

SUMMARY BY EXPENDITURE TYPE

	Staff Costs 2005	Depreciation 2005	Other Costs 2005	Total 31 December 2005	<i>Total as restated 31 December 2004</i>
Church ministries	408,036	1,167	310,771	719,974	665,609
Church communications	362,699	1,037	237,567	601,303	1,114,171
Education and school support	181,349	519	45,039	226,907	184,211
Welfare and community service	181,349	519	48,670	230,538	212,290
Subtotal charitable functions	<u>1,133,433</u>	<u>3,242</u>	<u>642,047</u>	<u>1,778,722</u>	<u>2,176,281</u>
Support costs for grants and activities	-	79,502	252,489	331,991	279,709
Resources expended on managing and administering the charity	680,061	1,945	134,476	816,482	721,643
Total	<u><u>1,813,494</u></u>	<u><u>84,689</u></u>	<u><u>1,029,012</u></u>	<u><u>2,927,195</u></u>	<u><u>3,177,633</u></u>

9. SUPPORT COSTS FOR GRANTS AND ACTIVITIES

	Restricted Funds 2005	Unrestricted Funds 2005	Total Funds 31 December 2005	<i>Total Funds as restated 31 December 2004</i>
Depreciation	-	79,502	79,502	71,366
Office costs	-	140,574	140,574	204,715
Estate maintenance	-	111,915	111,915	16,924
Provision for legal claims	-	-	-	(13,296)
Total	<u>-</u>	<u>331,991</u>	<u>331,991</u>	<u>279,709</u>

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

10. RESOURCES EXPENDED ON MANAGING AND ADMINISTERING THE CHARITY

	Restricted Funds 2005	Unrestricted Funds 2005	Total Funds 31 December 2005	<i>Total Funds as restated 31 December 2004</i>
Staff costs	-	680,061	680,061	605,896
Depreciation	-	1,945	1,945	1,506
Other personnel expenses	-	115,883	115,883	83,120
Professional fees	-	9,729	9,729	22,741
Trustees' expenses	-	8,864	8,864	8,380
Total	-	816,482	816,482	721,643

11. NET INCOMING RESOURCES

This is stated after charging:

	31 December 2005	<i>as restated 31 December 2004</i>
Depreciation of tangible fixed assets:		
- owned by the charity	77,849	75,904
Auditors' remuneration	4,583	5,583
Internal audit costs	5,146	5,479
	87,578	86,966

During the year, ten Trustees received remuneration totalling £270,071 (2004 - nine trustees - £265,595) - see below.

During the year, no Trustees received any benefits in kind (2004 - NIL).

10 Trustees received reimbursement of travel expenses amounting to £8,864 in the current year, (2004 - 9 Trustees - 8,380)

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

12. STAFF COSTS AND NUMBERS

Staff costs, including trustees, were as follows:

	31 December 2005	<i>as restated</i> 31 December 2004
Wages and salaries	1,277,817	1,203,000
Social security costs	129,231	119,348
Other pension costs	406,446	297,390
	£ 1,813,494	£ 1,619,738
	£ 1,813,494	£ 1,619,738

Trustees' remuneration as executives, included above, was:

	31 December 2005	<i>as restated</i> 31 December 2004
D Cox	30,377	29,101
K A Davidson	29,837	29,101
D Boldeau	30,377	29,101
E C Lowe	32,086	30,480
D Neal	6,845	-
C Murphy	20,536	28,605
V Pilmoor	32,086	30,480
C Perry	33,165	31,517
B P Phillips	27,381	28,605
L Edwards	27,381	28,605
	£ 270,071	£ 265,595
	£ 270,071	£ 265,595

The average monthly number of employees during the year was as follows:

	31 December 2005	<i>as restated</i> 31 December 2004
	No.	No.
Charitable activities	35	33
Supporting activities	16	17
Management and administration	6	6
	57	56
	57	56

No employee received remuneration amounting to more than £50,000 in either year.

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

13. TANGIBLE FIXED ASSETS

	Freehold property	Furniture, fittings and equipment	Total
Cost			
At 1 January 2005	3,082,740	308,497	3,391,237
Additions	186,530	10,864	197,394
Disposals	(9,354)	(2,794)	(12,148)
	3,259,916	316,567	3,576,483
Depreciation			
At 1 January 2005	909,185	198,621	1,107,806
Charge for the year	48,494	29,355	77,849
On disposals	-	(2,794)	(2,794)
	957,679	225,182	1,182,861
Net book value			
At 31 December 2005	£ 2,302,237	£ 91,385	£ 2,393,622
<i>At 31 December 2004</i>	<i>£ 2,173,555</i>	<i>£ 109,876</i>	<i>£ 2,283,431</i>

The market value of the land and buildings at 31 December 2005, based on their insured value is £12,171,000 (2004: £8,705,000).

In addition to the above freehold property, the charity has an interest in land owned by a subsidiary charity and occupied rent-free by an associated charity. The benefit of any sale proceeds of such land accrues to the charity.

14. FIXED ASSET INVESTMENTS

		Share in group under- takings	Total
Market value			
At 1 January 2005 and 31 December 2005	£	1,066	£ 1,066
		1,066	1,066
Investments at historic value comprise:			
		<i>as restated</i>	
	31 December	31 December	
	2005	2004	
Group	£	1,066	£ 1,066
		1,066	1,066

All the fixed asset investments are held in the UK

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

14. FIXED ASSET INVESTMENTS (continued)

Valuation

The shares in the subsidiary company have been valued at the original cost of the investment.

15. INVESTMENT PROPERTIES

	Freehold property	Total
Cost and valuation		
At 1 January 2005 and 31 December 2005	<u>140,000</u>	<u>140,000</u>
Comprising:		
Cost	58,197	58,197
Annual valuation surplus/(deficit): 2002	<u>81,803</u>	<u>81,803</u>
	<u><u>140,000</u></u>	<u><u>140,000</u></u>

The investment property is held for rent until such time as planning permission can be obtained to realise its development potential. It has been valued by a trustee of the charity on the basis of a multiple of the rentals received.

16. STOCKS

	2005	2004
Raw materials & consumable stores	£ <u>83,199</u>	£ <u>25,063</u>

The difference between purchase price or production cost of stocks and their replacement cost is not material.

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

17. DEBTORS

	2005	<i>As restated</i> 2004
Due after more than one year		
Amounts owed by group undertakings	142,917	78,750
Amounts owed by related charities	88,202	138,825
Due within one year		
Amounts owed by group undertakings	51,488	24,753
Amounts owed by related charities	587,912	471,923
Other debtors	12,759	45,733
Prepayments and accrued income	141,703	122,259
Grants Receivable	37,815	2,581
	£ 1,062,796	£ 884,824
	£ 1,062,796	£ 884,824

18. CREDITORS:

Amounts falling due within one year

	2005	<i>As restated</i> 2004
Bank loans and overdrafts	678	-
Amounts owed to group undertakings	204,632	145,566
Amounts owed to related charities	134,399	166,040
Amounts owed local congregations	302,504	354,372
Amounts owed to pension fund	318,510	176,960
Other creditors	14,899	10,385
Accruals and deferred income	46,234	146,097
	£ 1,021,856	£ 999,420
	£ 1,021,856	£ 999,420

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

19. STATEMENT OF FUNDS

	Brought Forward	Incoming Resources	Resources Expended	Transfers in/(out)	Gains/ (Losses)	Carried Forward
DESIGNATED FUNDS						
Invested in property fund	2,341,628	-	86,704	2,276	-	2,257,200
Church buildings	892,659	5,664	4,049	(117,805)	-	776,469
Revolving investments	385,000	-	-	-	-	385,000
Conferences	221,508	-	34,207	-	-	187,301
Other designated funds	28,489	-	-	(17,214)	-	11,275
Subtotal	<u>3,869,284</u>	<u>5,664</u>	<u>124,960</u>	<u>(132,743)</u>	<u>-</u>	<u>3,617,245</u>
GENERAL FUNDS						
General Funds	1,807,176	1,202,771	598,315	(383,019)	-	2,028,613
Tithe funds	435,775	2,990,588	3,139,768	616,194	-	902,789
Pension liability	3,503,542)	88,079	71,472	-	(266,126)	3,753,061)
Subtotal	<u>1,260,591)</u>	<u>4,281,438</u>	<u>3,809,555</u>	<u>233,175</u>	<u>(266,126)</u>	<u>(821,659)</u>
Total unrestricted funds	<u>2,608,693</u>	<u>4,287,102</u>	<u>3,934,515</u>	<u>100,432</u>	<u>(266,126)</u>	<u>2,795,586</u>
RESTRICTED FUNDS						
Communication in Britain	300,728	5,360	-	(18,299)	-	287,789
Communication world-wide	-	69,963	69,963	-	-	-
Church ministries in Britain	188,745	2,612	330	(81,633)	-	109,394
Retirement home in Wales	208,841	-	-	-	-	208,841
Assets revaluation fund	81,803	-	-	(500)	-	81,303
Subtotal	<u>780,117</u>	<u>77,935</u>	<u>70,293</u>	<u>(100,432)</u>	<u>-</u>	<u>687,327</u>
Total of Funds	<u><u>3,388,810</u></u>	<u><u>4,365,037</u></u>	<u><u>4,004,808</u></u>	<u><u>-</u></u>	<u><u>(266,126)</u></u>	<u><u>3,482,913</u></u>

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

SUMMARY OF FUNDS

	Brought Forward	Incoming Resources	Resources Expended	Transfers in/(out)	Gains/ (Losses)	Carried Forward
Designated Funds	3,869,284	5,664	124,960	(132,743)	-	3,617,245
General Funds	1,260,591)	4,281,438	3,809,555	233,175	(266,126)	(821,659)
Subtotal	<u>2,608,693</u>	<u>4,287,102</u>	<u>3,934,515</u>	<u>100,432</u>	<u>(266,126)</u>	<u>2,795,586</u>
Restricted Funds	780,117	77,935	70,293	(100,432)	-	687,327
Total of Funds	<u><u>3,388,810</u></u>	<u><u>4,365,037</u></u>	<u><u>4,004,808</u></u>	<u><u>-</u></u>	<u><u>(266,126)</u></u>	<u><u>3,482,913</u></u>

20. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Restricted Funds 2005	Unrestricted Funds 2005	Total Funds 31 December 2005	Total Funds as restated 31 December 2004
Fixed assets	-	2,393,622	2,393,622	2,283,431
Fixed asset investments	-	1,066	1,066	1,066
Investment properties	81,303	58,697	140,000	140,000
Debtors due after more than one year	-	206,319	206,319	217,575
Current assets	606,024	5,046,219	5,652,243	5,249,700
Creditors due within one year	-	(1,157,276)	(1,157,276)	(999,420)
Provisions	-	(3,753,061)	(3,753,061)	(3,503,542)
Total	<u><u>687,327</u></u>	<u><u>2,795,586</u></u>	<u><u>3,482,913</u></u>	<u><u>3,388,810</u></u>

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

21. NET CASH FLOW FROM OPERATING ACTIVITIES

	31 December 2005	<i>as restated</i> 31 December 2004
Net incoming resources before revaluations	360,229	11,148
Returns on investments and servicing of finance	(177,677)	(154,693)
Payments to reduce pension liability	(16,607)	(34,056)
Depreciation of tangible fixed assets	77,849	75,055
Deficit on disposal of tangible fixed assets	9,354	1,628
(Increase)/decrease in stocks	(58,137)	7,193
Increase in debtors	(21,703)	(57,592)
Increase in amounts owed by group undertakings	(105,902)	72,814
Increase in amounts owed by associated charities	(123,005)	255,011
(Decrease)/increase in creditors	(95,349)	71,750
Increase in amounts due to local congregations	(51,868)	35,818
Increase in amounts owed to group undertakings	59,066	58,618
Increase in amounts owed to associated charities	109,910	63,306
Decrease in provisions	-	(40,000)
NET CASH (OUTFLOW)/INFLOW FROM OPERATIONS	£ (33,840)	£ 366,000

22. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	31 December 2005	<i>as restated</i> 31 December 2004
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		
Interest received	£ 177,677	£ 154,693

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

22. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT (continued)

	31 December 2005	<i>as restated 31 December 2004</i>
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT		
Sale of intangible fixed assets	-	-
Purchase of tangible fixed assets	(197,394)	<i>(200,720)</i>
New loans to group undertakings	-	-
New loans to associated charities	-	<i>(50,000)</i>
Repaid loans from group undertakings	15,000	<i>15,000</i>
Repaid loans from associated charities	57,639	<i>101,147</i>
NET CASH OUTFLOW FROM CAPITAL EXPENDITURE	£ (124,755)	<i>£ (134,573)</i>
	31 December 2005	<i>as restated 31 December 2004</i>
MANAGEMENT OF LIQUID RESOURCES		
Cash placed on short-term deposit	-	<i>(382,763)</i>
Cash withdrawn from short-term deposit	217,775	<i>-</i>
NET CASH INFLOW/(OUTFLOW) FROM MANAGEMENT OF LIQUID RESOURCES	£ 217,775	<i>£ (382,763)</i>

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

23. ANALYSIS OF CHANGES IN NET DEBT

	1 January 2005	Cash flow	Other non-cash changes	31 December 2005
Cash at bank and in hand:	4,557,388	19,759	-	4,577,147
Less: deposits treated as liquid resources	(3,990,808)	217,775	-	(3,773,033)
	<u>566,580</u>	<u>237,534</u>	<u>-</u>	<u>804,114</u>
Bank overdraft	-	(678)	-	(678)
	<u>566,580</u>	<u>236,856</u>	<u>-</u>	<u>803,436</u>
LIQUID RESOURCES :				
Deposits included in cash	3,990,808	(217,775)	-	3,773,033
DEBT :				
NET FUNDS	<u>£ 4,557,388</u>	<u>£ 19,081</u>	<u>£ -</u>	<u>£ 4,576,469</u>

24. PENSION COMMITMENTS

The charity operates a defined benefit pension scheme.

The amounts in the financial statements for the year ending 31 December 2005, relating to pensions, are based on a full actuarial valuation dated 5 April 2004.

The contribution made for the year ended 31 December 2005 was 16.9% plus a special contributions of £900,000.. The agreed contribution rate for future years is 18.5% plus special contributions of £XXX per annum.

The main financial assumptions used in the actuarial valuation were as follows:

	2005	2004
	%	%
Inflation	3.0	3.0
Rate of increase in salaries	4.0	4.0
Rate of increase for pensions	2.8	2.8
Discount rate for liabilities	6.0	6.0

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

24. PENSION COMMITMENTS (continued)

The assets in the scheme and the expected rates of return were:

	Long-term rate of return expected at 2005 %	Value at 2005	<i>Long-term rate of return expected at 2004 %</i>	<i>Value at 2004</i>
Bonds	5.0	13,081,000	5.0	11,132,000
Other	-	255,000	-	186,000
<hr/>				
Total market value of assets		13,336,000		11,318,000
Present value of scheme liabilities		33,844,000)		30,463,000)
Deficit in the scheme		20,508,000)		19,145,000)
Estimated amount recoverable from associated charities		16,755,000		15,642,000
Net pension liability		£(3,753,000)		£(3,503,000)
<hr/>				
		31 December 2005		<i>as restated 31 December 2004</i>
<hr/>				
Movements in year:				
Current year service cost			(1,264,000)	(941,000)
Interest on liabilities brought forward			(1,523,000)	(1,205,000)
Contributions			2,312,000	1,811,000
Expected return on scheme assets			566,000	521,000
Increase/(decrease) in expected amount recoverable from associated charities			1,113,000	4,466,000
Actuarial gain/(loss)			(1,454,000)	(5,652,000)
<hr/>				
Deficit in scheme for the year			£ (250,000)	£(1,000,000)
<hr/>				

The scheme deficit is guaranteed by a charge on properties of the Charity and its subsidiary organisations.

BRITISH UNION CONFERENCE OF SEVENTH-DAY ADVENTISTS

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

25. RELATED PARTY TRANSACTIONS

The charity is affiliated to the General Conference of Seventh-day Adventists (a USA non-profit organisation), whose local branch is at 119 St Peter's Street, St Albans, AL1 3EY (Secretary: H Wollan)

Local area conferences affiliated to the charity are North England Conference of Seventh-day Adventists, 22 Zulla Road, Nottingham, NG3 5DB (Secretary: P Lockham), and South England Conference of Seventh-day Adventists, 25 St John's Road, Watford, WD1 1PY (Secretary: V Hulbert)

The charity has tithe-sharing arrangements with each of these associated charities. The following are the major transactions between associated charities

	General Conference	North England Conference	South England Conference	Group charities
Tithe-sharing grants received	-	598,983	1,466,870	-
Grants received for pension scheme deficit	-	107,107	280,568	-
Other grants received	353,030	-	-	-
Tithe-sharing grants made	194,956	-	-	-
Grants made for pension scheme deficit	281,521	-	-	18,075
Other grants made	-	56,000	92,000	366,000
Amounts due to charity:				
within one year	-	161,432	426,094	51,488
after one year	-	41,000	47,202	142,917
Amounts due by charity:				
within one year	134,399	-	-	204,632
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

26. PRIOR YEAR ADJUSTMENT

As a result of the application of Financial Reporting Standard FRS17, pension liabilities have been recognised in these financial statements for the first time. The element of the liability that relates to prior years has been adjusted in the opening fund balance, and the amounts derived from the prior year's financial statements have been adjusted accordingly.